Saskatchewan Heritage FOUNDATION

ANNUAL REPORT

2002 – 2003

Front Cover Illustrations:

Top: Shaunavon Court House.

Bottom Left: Saskatchewan Genealogical Society conference display.

Bottom Right: Showy Lady Slipper image donated to the Saskatchewan Heritage Foundation for display in the Life Sciences Gallery at the Royal Saskatchewan Museum.

103-06637/

Saskatchewan Heritage FOUNDATION

2002 – 2003

ANNUAL REPORT

Board of Directors' Tours

Board and staff of the Saskatchewan Heritage Foundation
gathered in Saskatoon for the annual February business meeting.

Board and Staff of the Heritage Foundation at St. Peter's College, Muenster (left)
and by the ruins of the former Brick Plant near Bruno.

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Letters of Transmittal

To Her Honour
The Honourable Dr. Lynda M. Haverstock
Lieutenant Governor of the Province of Saskatchewan
Government House
4607 Dewdney Avenue
Regina, Saskatchewan
S4P 3V7

Your Honour:

I have the honour to submit the Annual Report of the Saskatchewan Heritage Foundation for the year ending March 31, 2003.

Respectfully submitted,

Joanne Crofford

Joanne Crofford
Minister in Charge

To The Honourable Joanne Crofford
Minister of Culture, Youth and Recreation
Room 345
Legislative Building
Regina, Saskatchewan
S4S 0B3

Dear Madam:

It is my pleasure to submit the Annual Report of the Saskatchewan Heritage Foundation for the year ending March 31, 2003.

Respectfully submitted,

Dr. J. William Brennan
Chairman, Board of Directors

Saskatchewan Heritage Foundation
Board of Directors and Administrative Staff

Board of Directors:

Dr. Bill Brennan
Chairman

Sherry Farrell Racette

Ingrid Cazakoff

Elinor Hjertaas

Glenda James

Harry Jedlic, F.R.A.I.C.

Dr. Margaret Kennedy

Administrative Staff:

Garth Pugh
Manager

Suzanne Pambrun
Grants and Finance Administrator

Frank Korvemaker
Research and Restoration Advisor

Jackie Bird
Administrative Assistant (Temp)
(April – October)

Erin Ermel
Administrative Assistant (Temp)
(October – March)

Introduction

The Saskatchewan Heritage Foundation was established in 1990 through an Act of the Provincial Legislature, and proclaimed on Heritage Day – February 18, 1991. To March 31, 2003, the day-to-day operations of the Foundation were administered by the Heritage Resources Unit of Saskatchewan Culture, Youth and Recreation.

Mandate

The principal mandate of the Heritage Foundation is to provide cost-shared financial support, through five different grant programs, to community-based groups and individuals who seek to conserve, restore, develop, interpret and promote Saskatchewan's diverse heritage resources. The Foundation is also mandated to acquire and manage real and moveable property in the name of the Crown, through purchase and issuance of tax credits to donors, and to accept donations of cash monies, property and other bequests.

Board of Directors

The affairs of the Foundation are directed by a board of private citizens, consisting of not less than seven and not more than fifteen persons, appointed by the Lieutenant Governor in Council and drawn from communities across the province. For the year under review, the Foundation Board complement remained at the minimum number of seven. The only change to the membership involved Mr. Willard Ahenakew who asked not to be re-appointed; he was subsequently replaced with Ms. Sherry Farrell Racette. Dr. J. W. Brennan of Regina continues to serve as Chairman of the Board.

Funding

Funding for grants awarded by the Foundation in 2002-03 was received through an allocation ($345,000) from the Province's general revenue fund. Also, some grant funds committed in previous years, but not claimed, were reallocated.

A total of $164,000 was received from Parks Canada, for eligible costs respecting the redevelopment and interpretation of the Claybank Brick Plant National Historic Site, near Avonlea. This was the last installment of cost-sharing dollars received through a five-year federal partnership agreement (National Cost Sharing Program) administered by Parks Canada. This program provides support for the restoration and public interpretation of nationally recognized sites and structures. Additional financial support was obtained for the project through the fundraising efforts of the Claybank Brick Plant Historical Society.

In 2002 the Heritage Foundation received $79,245 from the J. M. Kaplan Fund, a family foundation based in New York state. In this instance, the Fund promotes restoration of historic structures in the Great Plains region of North America. For the Saskatchewan portion of this region, which covers the area south of the parkland belt, the $40,050 Kaplan dollars allocated in 2002-03 to 17 projects allowed the Foundation to expand its heritage building restoration program, particularly with respect to historic churches. Other sites, including railway stations, farm buildings, a former flour mill, a former land titles building, a water tower, a court house and a rural fire hall also benefited from this partnership.

Summary of Achievements

As in previous years, a significant portion of the grant funds allocated in 2002-03 were directed to the retention and rehabilitation of heritage buildings and structures formally designated under *The Heritage Property Act* as either Provincial or Municipal Heritage Property.

Some of the sites funded this year include the Josephson Residence (east of Dafoe), Knox-Metropolitan United Church (Regina), former Glenside United Church (Glenside), Land Titles Building (Arcola), Strathdee Warehouse (Regina), Train/Caboose Restoration & Preservation (Bienfait), Canadian Pacific Railway Station (Rockglen), Arntson Homestead (N of Canora), Zion Lutheran Church (NW of Southey), All Saints Anglican Church (Resort Village of Katepwa Beach), CNR Station/Museum (Cudworth), Abbey Fire Hall/Jail (Abbey), William Flood Residence (Regina), St. James Anglican Church (Hazenmore), the Esterhazy Flour Mill, the Humboldt Water Tower, the Broadway Theatre (Saskatoon), Holy Ghost Ukrainian Orthodox Church (NE of the Battlefords), Court House/Town Office (Shaunavon), St. Paul's Evangelical Missionary Church (Rosthern), Octagonal Exhibition Building (Prince Albert), Army & Navy Store/Cultural Center (Moose Jaw) and the Capitol Theatre/Cultural Center (Moose Jaw).

The Foundation also supported a number of non-structural projects. Varying levels of support were approved for: an international genealogical conference (Sask. Genealogical Society, Regina); a partnership initiative to conduct a field survey and documentation of heritage properties in Regina communities (Heritage Regina); "Building Community", a non-traditional mural interpretation of Regina's history (Regina Plains Museum); development of an educational programme respecting Francophone settlement in the community of Willow Bunch; a two-week field trip to the Athabasca Sand Dunes Provincial Wilderness park to collect specimens and data from this unique eco-region; research and development of an interpretive centre in the Avonlea Museum; completion of a 1-hour documentary on the Emma Lake artists' workshops; preparation of a comprehensive bibliography of Aboriginal source material in the holdings of the Saskatchewan Archives Board; collecting and editing letters of pioneer Saskatchewan journalist Gladys Arnold; and support to organizing a symposium on the legacy of the labour movement in Saskatchewan.

As well, pursuant to the new process for nominating sites and structures to the Saskatchewan Heritage Advisory Board for possible designation as Provincial Heritage Property, funds were provided to the Mossbank Museum to assist in researching and nominating the Ambroz Blacksmith Shop and Residence, in Mossbank. Support was also provided to the Deep South Pioneer Museum (Ogema) to prepare a submission for designation of a 70-mile stretch of CPR rail line east of Assiniboia, together with six wooden grain elevators situated in towns along that short-line railroad (Red Coat Road and Rail).

Several archaeology projects received funding support this year including: an historical analysis of the St. Vital Cemetery near Battleford, as part of an MA thesis; organizing and cataloguing archaeological materials recovered from the Hartley site (near Saskatoon) between 1991 and 1995; and the radiocarbon dating of human remains discovered at two Aboriginal burial sites, the Albrecht Burial from Fox Valley and the Stoney Beach Burial near Moose Jaw.

Publication initiatives receiving financial assistance involved production of a catalogue of the vascular plants of Saskatchewan; a history of the first 100 years of the Saskatoon Police Service; and a textbook on the geography of Saskatchewan, emphasizing human interaction with the physical environment.

Donations / Acquisitions

During the year, a number of individuals donated miscellaneous artifacts and other items to the Heritage Foundation, and also to the Foundation's Claybank Brick Plant project. The Foundation acquired a variety of First Nations and natural history items on behalf of the Royal Saskatchewan Museum.

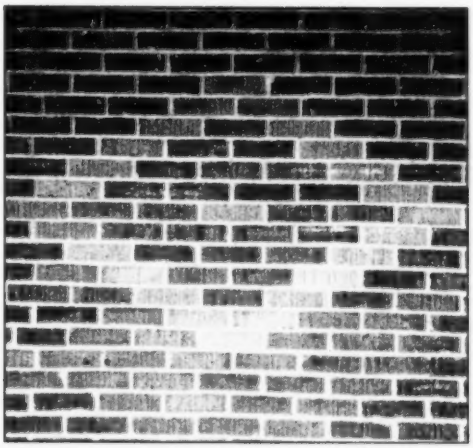
Robert Wright, of Regina, donated 13 framed colour images for display in the remodelled Life Sciences Gallery of the Royal Saskatchewan Museum.

Two of the 13 images donated for use at the Royal Saskatchewan Museum:
Lichen woodland, Wollaston Lake (left); and Yellow Mushrooms.

Several items of rare Plains Cree children's clothing, acquired from George Brown of Toronto.

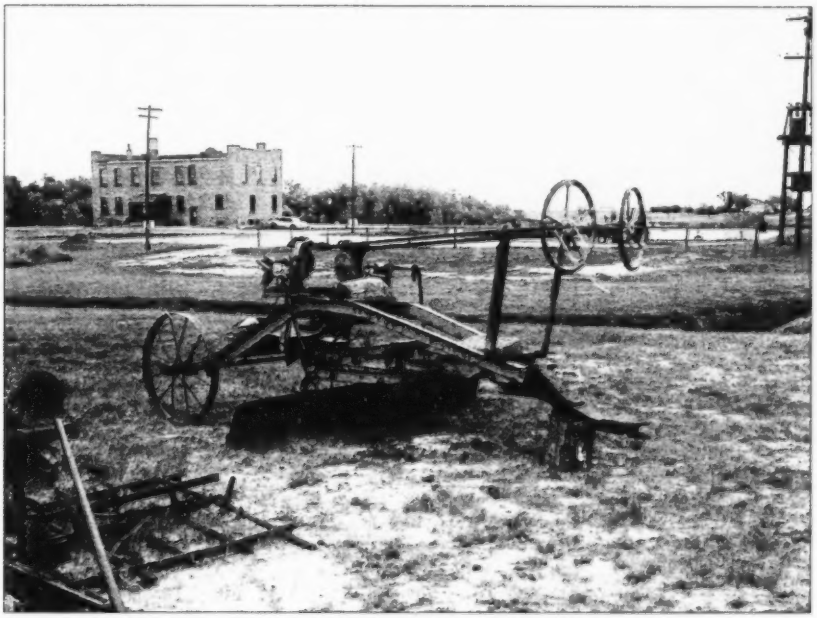
Plains Cree Children's Clothing: dress (left) and shirt.

A brick farm house near Briercrest was donated by the owner, Glen Purdy of Moose Jaw – for salvage of historic brick and lumber for restoration work at the Claybank Brick Plant.



Purdy Farm House, near Briercrest, and detail of Ruf-Tex brick manufactured at Claybank.

An historic road grader was donated by Joe Geisler of Claybank. It was formerly used to grade roads in the Claybank area, for use at the Claybank Brick Plant.



Former Dept. of Highways road grader.

Grant Programs / Project Funding

Heritage Research and Resource Studies

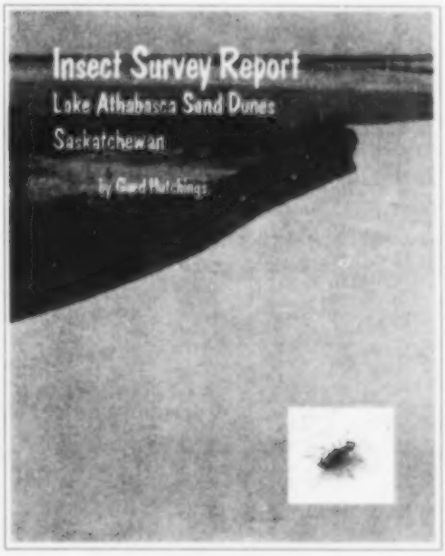
The program provides financial assistance for conducting inventories of, or undertaking in-depth research studies on, various aspects of Saskatchewan's heritage, particularly in the areas of archaeology, architecture, paleontology, history and natural history. Assistance is also available to study heritage resources within a given geographic area or facility and to produce reports which outline various options for management of these resources.

Eleven projects were approved this year.

Recipient	Project	Grant
Collette Gauthier University of Saskatchewan	St. Vital Cemetery (1879-1889) – Historical Analysis MA Thesis	$ 2,000.00
Dr. David Meyer University of Saskatchewan	Hartley Site (FaNp-19) Cataloguing Project	$ 3,000.00
Saskatchewan Baseball Hall of Fame And Museum Association (Dave Shury)	Historic Baseball Team Photo Identification	$ 500.00
Gord Hutchings Victoria, B.C.	Insects of the Athabasca Sand Dunes, Provincial Wilderness Park	$ 1,750.00
Cooper Rock Pictures Inc. Regina	"Between the North Pole and New York City" - Documentary on the Emma Lake Artists' Workshops	$ 5,000.00
Robert Doucette Saskatoon	Doucette's Archival Resource Guide for Aboriginal Issues	$ 2,000.00
Barbara Campbell Regina	"Walking Away: Gladys Arnold, A Life in Letters"	$ 5,000.00
Willow Bunch Trading Post / *Poste de traite* Inc.	Site Management Study: Willow Bunch Trading Post	$ 5,000.00
Knowhere Productions Regina	The Weyburn Project: A Play Focusing on the Former Mental Hospital	$ 2,000.00
Mossbank and District Museum	Ambroz Blacksmith Shop and Residence: Provincial Heritage Property Nomination Research	$ 500.00
Deep South Pioneer Museum	Red Coat Road and Rail Line: Provincial Heritage Property Nomination Research	$ 925.00
Total Awards		**$ 27,675.00**

Illustrations Relating to Selected Research Studies

Archaeologists surveying the site of the
St. Vital Cemetery Battleford



Study of Insects in the
Athabasca Sand Dunes area

Artist at Emma Lake

Willow Bunch Trading Post

Heritage Conservation Projects

Heritage resources, from small objects and paper fragments to archaeological sites and large buildings, require specialized treatment to ensure their long-term conservation. This program provides financial assistance to conserve many different kinds of heritage resources, including artifacts, documents, photographs, film, buildings, structures, sites and heritage conservation districts.

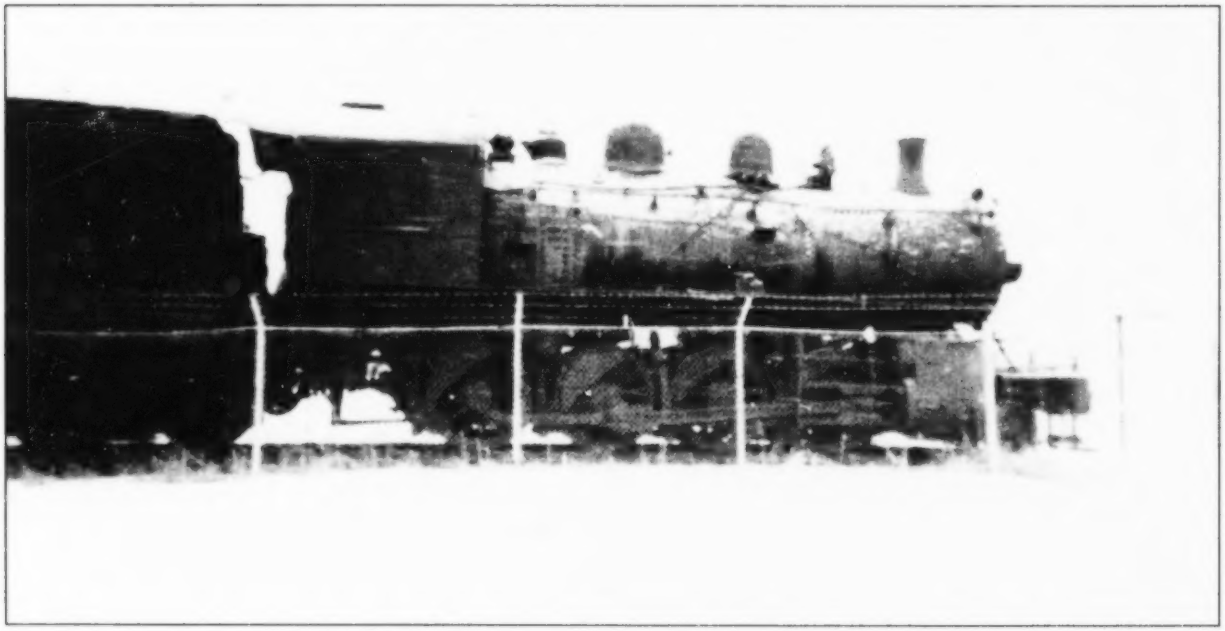
This year, the J.M. Kaplan Fund, a philanthropic agency based in New York, provided a grant of $50,000 (US) for restoration of rural churches and other historic sites within Saskatchewan's portion of the Great Plains. A comparable program was funded in Manitoba and North Dakota. As a result of this generous support, additional funding was provided to a number of projects which might otherwise have been rejected, or funded at a significantly lower level. Projects supported by the Kaplan Fund are marked with an asterisk after the grant allocation, and the amount of the Kaplan contribution is noted for each project.

Thirty projects were approved this year.

Recipient	Project	Grant
Eric and Karen Olafson Wynyard	Josephson Residence (Amma's House) Big Quill RM #308, E of Dafoe	$ 1,000.00
Town of Whitewood Economic Development Committee	Former Merchant's Bank	$ 7,500.00
D & A Leathercraft Ltd. Whitewood	Grierson Block	$ 7,500.00
Knox-Metropolitan United Church Regina	Knox-Metropolitan United Church	$10,000.00
Glenside Heritage Advisory Committee	Former Glenside United Church (SHF $500; Kaplan $550)	$ 1,050.00*
Village of Meath Park	Canadian Pacific Railway Station	$ 280.00
Arcola Heritage Society	Arcola Land Titles Building (SHF $850; Kaplan $850)	$ 1,700.00*
Strathdee Condominium Corporation Regina	Strathdee Warehouse	$ 5,000.00
Town of Bienfait	Train/Caboose Restoration & Preservation	$ 750.00
Lakeside Heritage Museum Regina Beach	Summer Cottages (SHF $2,000; Kaplan $2,000)	$ 4,000.00*
Town of Rockglen	Canadian Pacific Railway Station (SHF $3,000; Kaplan $3,400)	$ 6,400.00*
Rocanville Economic Development Organization	Symons Metalworks Factory	$20,000.00
Gayle and Randy Schuster Yorkton	Arntson Homestead RM of Keys #303 (SHF $2,000; Kaplan $2,000)	$ 4,000.00*
Friends of the Esterhazy Flour Mill	Esterhazy Flour Mill (SHF $5,000; Kaplan $5,000)	$10,000.00*

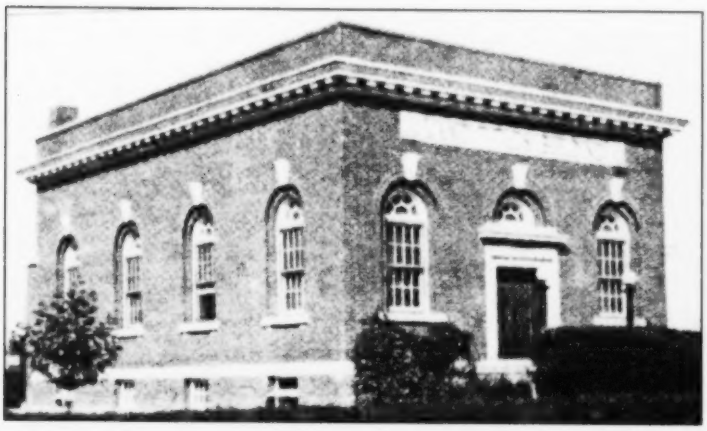
Recipient	Project	Grant
Zion (North Southey) Lutheran Church Congregation	Zion (North Southey) Lutheran Church (SHF $3,000; Kaplan $3,000)	$ 6,000.00*
All Saints Anglican Church Congregation, Katepwa Beach	All Saints Anglican Church (SHF $550; Kaplan $550)	$ 1,100.00*
St. Mary's Ukrainian Orthodox Church Congregation, Wakaw	St. Mary's Ukrainian Orthodox Church (SHF $1,000; Kaplan $1,000)	$ 2,000.00*
Cudworth Heritage Committee	CNR Station (Museum) (SHF $3,000; Kaplan $3,000)	$ 6,000.00*
Water Tower Committee Humboldt	Water Tower (SHF $10,500; Kaplan $10,500)	$21,000.00*
Village of Abbey	Abbey Fire Hall/Jail (SHF $1,000; Kaplan $1,000)	$ 2,000.00*
Dale Delainey and John Peet Regina	William Flood Residence	$ 4,000.00
Village of Hazenmore	St. James Anglican Church (SHF $1,000; Kaplan $1,000)	$ 2,000.00*
Friends of the Broadway Theatre Saskatoon	Broadway Theatre	$10,000.00
Holy Ghost Church Congregation Whitkow	Holy Ghost Ukrainian Orthodox Church (SHF $5,000; Kaplan $5,000)	$10,000.00*
Town of Shaunavon	Court House (Town Office) (SHF $4,000; Kaplan $4,000)	$ 8,000.00*
Village of Theodore	CPR Station (SHF $3,000; Kaplan $3,000)	$ 6,000.00*
St. Paul's Evangelical Missionary Church Congregation, Rosthern	St. Paul's Evangelical Missionary Church (SHF $1,000; Kaplan $1,000)	$ 2,000.00*
Prince Albert Exhibition Association	Octagonal Exhibition Building Exhibition Grounds	$ 4,000.00
City of Moose Jaw	Army & Navy Store (Cultural Centre)	$15,000.00
City of Moose Jaw	Capital Theatre (Cultural Centre)	$20,000.00
Total Awards		**$ 198,280.00**

The Meath Park CPR Station before restoration.



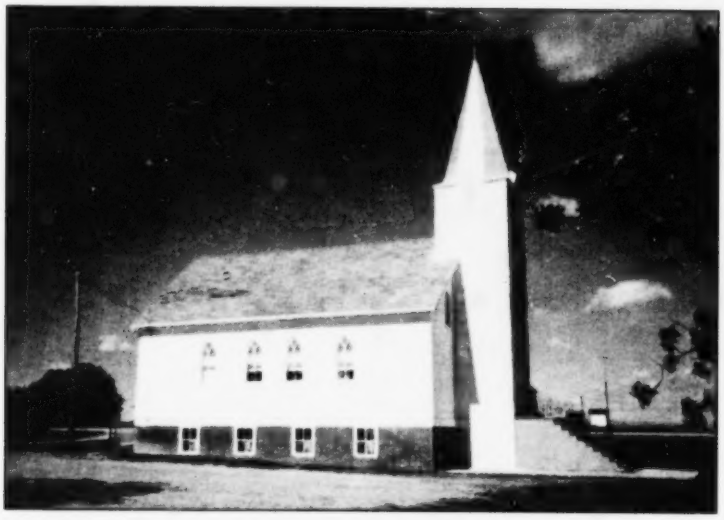
The 1907 Manitoba and Saskatchewan Coal Company Locomotive at Bienfait, during restoration.

Selected Foundation / Kaplan Fund Restoration Projects



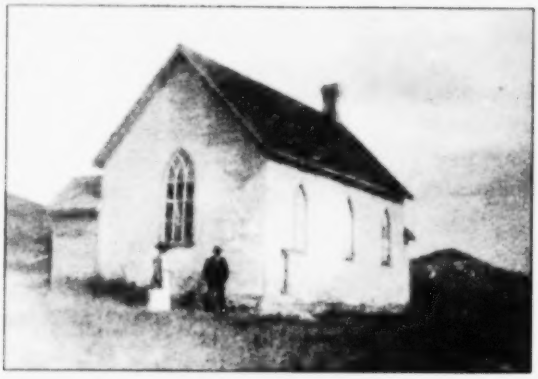
Land Titles Building, Arcola

Fire Hall, Abbey



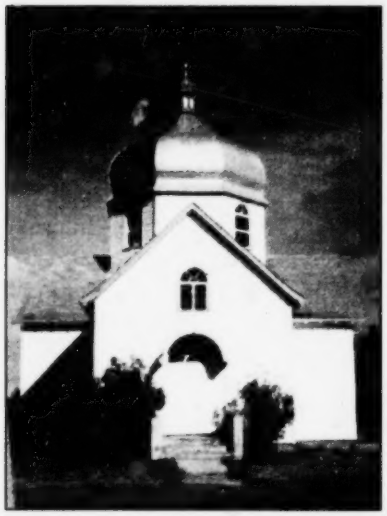
Zion Lutheran Church, NW of Southey

Historic Summer Cottage, Regina Beach

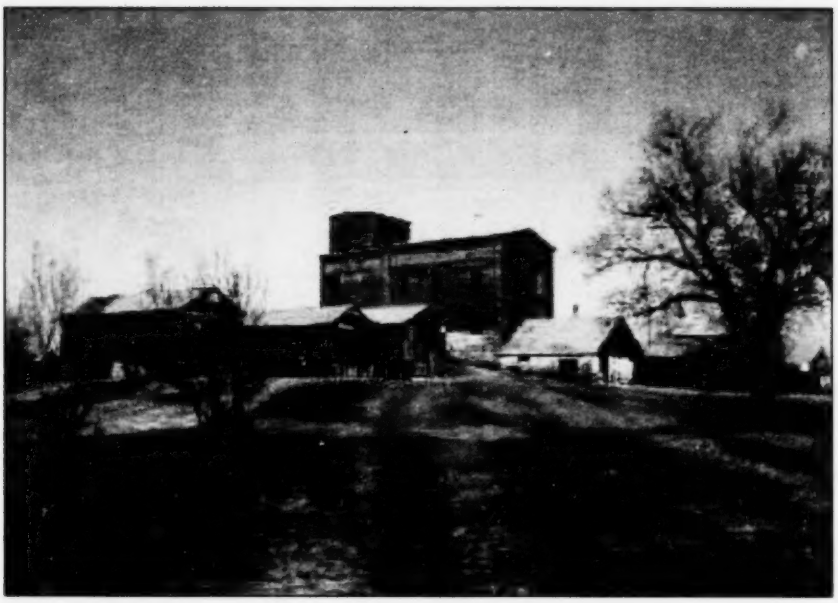


All Saints Anglican Church, Katepwa

Selected Foundation / Kaplan Fund Restoration Projects



Holy Ghost Ukrainian Orthodox Church, Whitkow



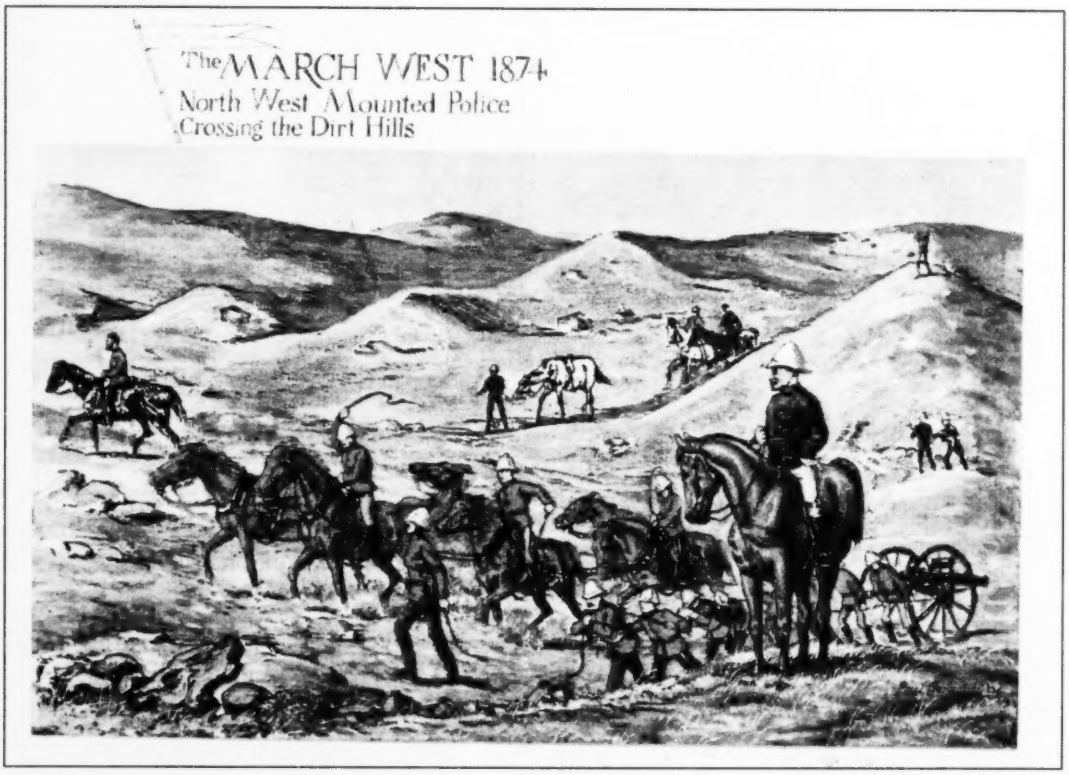
Esterhazy Flour Mill

Heritage Promotion and Education Projects

Provides financial assistance for undertaking studies to promote heritage resources in a community or region, or to develop educational heritage programs. Projects in this category may also include the production of posters, brochures, walking/driving tour guides, audio/visual presentations, and conferences, seminars and workshops relating to Saskatchewan's history and prehistory.

Four projects were approved this year.

Recipient	Project	Grant
Saskatchewan Genealogical Society	International Genealogical Conference: Discovering Our Links to Europe	$ 2,000.00
Regina Plains Museum Regina	"Building Community" Mural Interpretation	$ 2,000.00
Willow Bunch Trading Post / *Poste de traite* Inc.	Francophone Research and Scripts: Willow Bunch Trading Post	$ 4,000.00
Avonlea and District Museum	Arrowhead & Buffalo Jump Exhibit	$ 5,000.00
Total Awards		**$13,000.00**



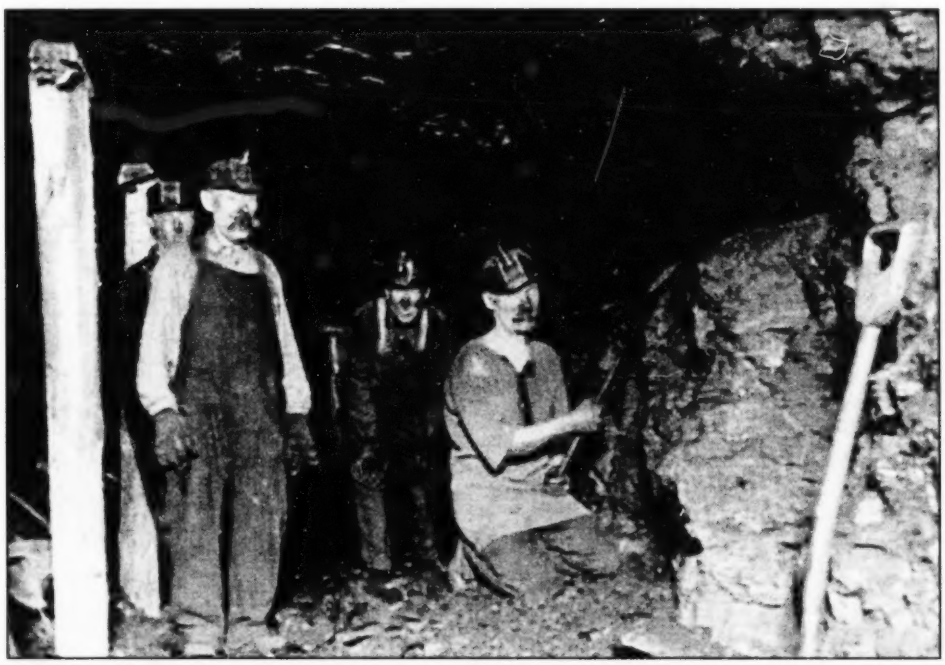
Sketch for one of the new dioramas for the Avonlea Museum

Special Heritage Projects

To develop innovative ways of addressing key issues in heritage conservation in Saskatchewan, the Heritage Foundation is interested in supporting and partnering in projects that develop or experiment with new approaches, ideas or techniques. This program will enable the Foundation, in concert with other government agencies, non-profit organizations, municipalities and individuals to adopt a pro-active position on important issues relating to both the cultural and natural heritage of the province.

Three projects were approved this year.

Recipient	Project	Grant
Heritage Regina	Field Survey & Documentation of Heritage Properties	$ 7,500.00
3rd Eye Media Productions Inc. Regina	"Weyburn – The Archaeology of Madness" A Television Documentary	$ 7,000.00
Dr. Robert M. Stirling University of Regina	Symposium on the Labour Movement In Saskatchewan	$ 4,000.00
Total Awards		**$ 18,500.00**



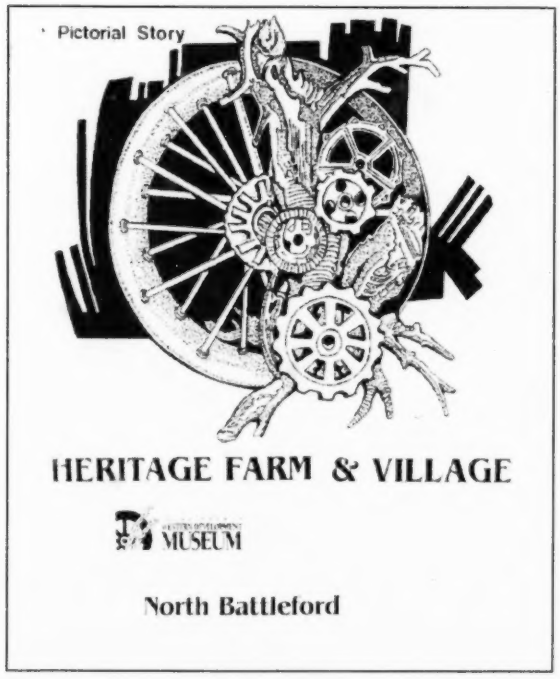
An historical photograph of Coal Mining near Estevan, 1912.
Mining was one of many occupations which involved Saskatchewan's Labour Movement.

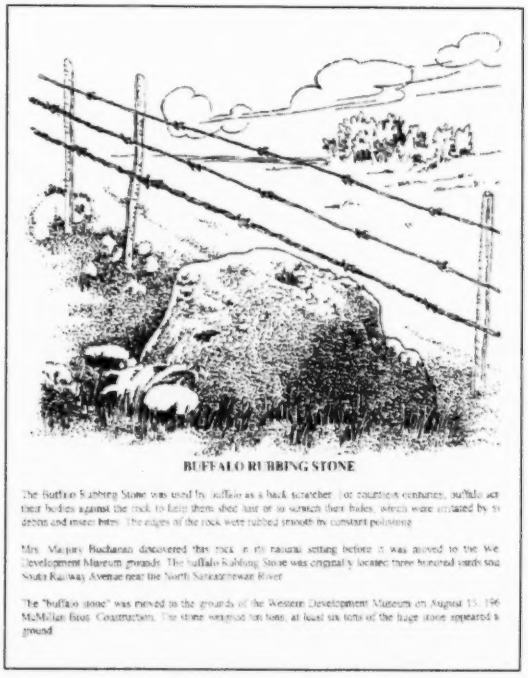
Heritage Publications

This program assists individuals and organizations in publishing new, well-documented material on the history, prehistory and heritage resources of Saskatchewan. The grant assists with printing costs, providing the proposal received the endorsement of the Canadian Plains Research Centre (CPRC), the Saskatchewan Indian Cultural Centre or other comparable institution. Manuscripts should be original and present new knowledge and/or interpretation of some aspect of Saskatchewan's heritage.

Four projects were approved this year.

Recipient	Project	Grant
Extension Division University of Saskatchewan	Catalogue of the Vascular Plants of Saskatchewan	$ 2,000.00
Battle River Settlement Foundation Battleford	Pictorial History of the Heritage Farm and Village, Western Development Museum	$ 1,000.00
Saskatoon Police Service	"The First 100 years" - A History of the Saskatoon Police Service	$ 3,000.00
Geography Department University of Regina	"Saskatchewan Landscapes" - A Geography of Saskatchewan Book	$ 5,000.00
Total Awards		**$11,000.00**





The cover and a sample page from the Western Development Museum's Pictorial History booklet.

Claybank Brick Plant National Historic Site of Canada

Funds were identified to assist with the stabilization, restoration and management of this National Historic Site and Provincial Heritage Property, owned by the Saskatchewan Heritage Foundation, and located 16 km west of Avonlea.

Recipient	Project	Grant
Claybank Brick Plant	Claybank Brick Plant Operation, Maintenance, Restoration and Interpretation, Rural Municipality of Elmsthorpe No. 100	
	Total Allocation	**$150,000.00**

Foundation Properties:

The former Claybank Brick Plant, located west of Avonlea, was acquired by the Heritage Foundation through donation in 1992. Officially designated as a National Historic Site in 1994, the Brick Plant was subsequently recognized as a Provincial Heritage Property in 1998. The Plant, which operated continuously from its construction in 1912-14 to closure in 1989, represents a unique aspect of Saskatchewan's industrial heritage. During its years of operation, Claybank produced both refractory (heat resistant) bricks utilized for various industrial purposes across North America, as well as a variety of face brick featured in the construction of many private homes and prominent public buildings in Saskatchewan, and across Canada.

During 2002-03, the former Bunk House was sufficiently rehabilitated to permit commencement for use as a Visitor Centre. The main floor restoration was completed, and it now accommodates an interpretive display, gift shop, café and washrooms. As well, the offices of the Claybank Brick Plant Historical Society have moved into the 2nd floor.

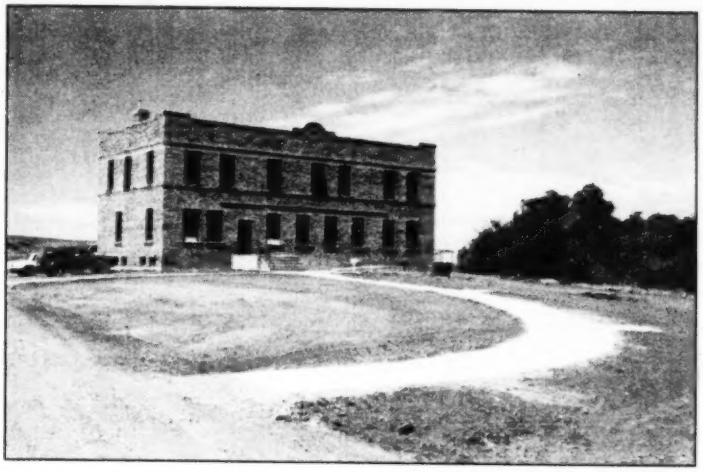
Promotion of this industrial heritage site has been augmented by the Historical Society. As a result, over 3,500 people visited the site this past year. Many of the visitors were students, who came to experience the new educational program. As well, a large influx of visitors attended the ever popular Heritage Day program on the last Sunday of June – featuring operation of varies pieces of brick-making machinery, hand mould brick production, and a variety of tours and other activities.

The Historical Society is also the primary agency charged with fund raising for the on-going restoration and development of this National Historic Site. During the past year, the Society achieved a number of cash and in-kind donations for both construction and program development, for a total value of $ 118,545. A major new supporter for the project this year was the SaskTel Pioneers, who are funding development of a Children's Activity Room in the basement of the Bunk House Visitor Centre. Other new donors include: Virtual Museums of Canada, Benjamin Moore Paints, Western Cultural Fund (Canadian Heritage), Canada Parks Partnership – Kids@Parks Program, and several provincial and federal government employment programs. Wally Nelson, of Avonlea, donated a 40 x 40 foot tent for use during the annual Heritage Day and other special events. As well, both the RM of Elmsthorpe # 100 and the Prairie View School District # 74 provide indirect financial support through abatement of the property and school taxes for the site, worth approximately $ 10,000 per year.

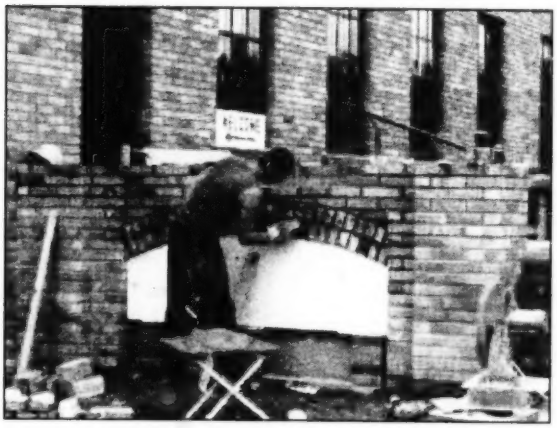
Some forward movement was also evident in the drive to see the site designated as a World Heritage Site. This year, Premier Lorne Calvert formally asked Prime Minister Jean Chretien to add the Claybank Brick Plant to the list of potential sites to be reviewed and nominated to United Nations Educational, Scientific and Cultural Organization (UNESCO) for consideration.

As well, the Saskatchewan Archives Board completed its sorting, preservation and indexing of the Brick Plant's extensive archival collection, and prepared a detailed guide to those documents. This Guide will now permit historians to review aspects of the collection in a more organized and professional manner, and to prepare reports on the site's historical evolution.

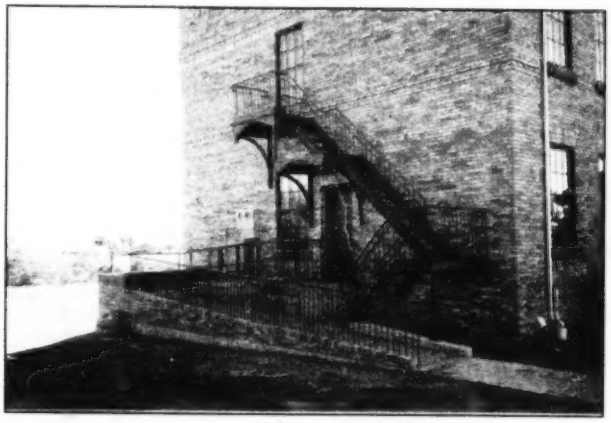
Claybank Brick Plant Photos



The Bunk House Visitor Centre with its new brick walkway and partially completed barrier-free access ramp.



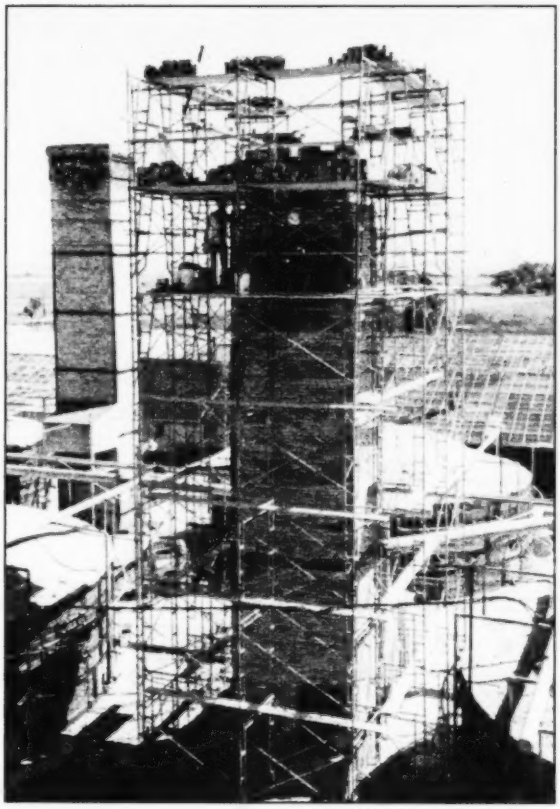
Workers face the barrier-free access ramp with bricks.

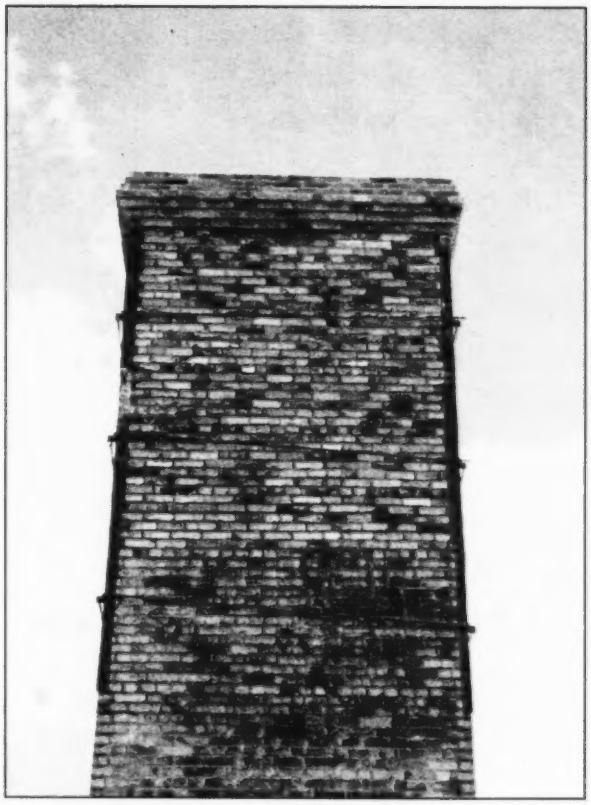


The newly-installed fire escape.

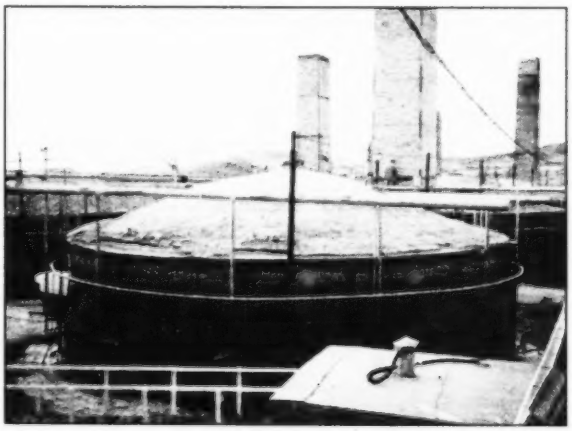
Board Members and staff of the Claybank Brick Plant Historical Society meet in the rejuvenated Bunk House Visitor Centre.

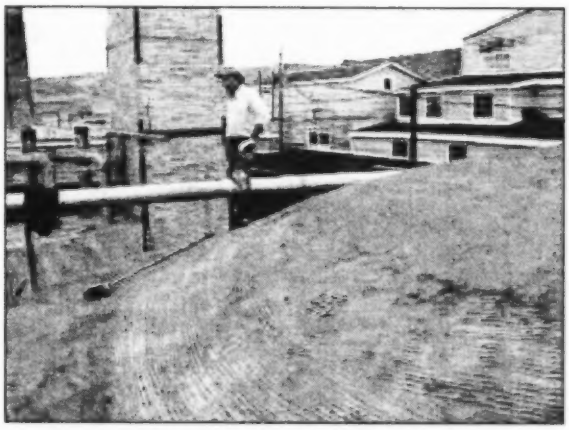
Claybank Brick Plant Photos





Restoration of Smoke Stack # 3 (left) and detail of the rebuilt top section.





Kiln # 10 dome with old parging removed (left) and during reparging.

SASKATCHEWAN HERITAGE FOUNDATION

FINANCIAL STATEMENTS

For the Year Ended March 31, 2003

Responsibility for Financial Statements

The accompanying Financial Statements have been prepared by management of the Saskatchewan Heritage Foundation. They have been prepared in accordance with generally accepted accounting principles in Canada, consistently applied, using management's best estimates and judgements where appropriate. Management is responsible for the reliability and integrity of the Financial Statements and other information contained in this Annual Report.

The Foundation's Board of Directors is responsible for overseeing the business affairs of the Heritage Foundation and has approved the Financial Statements for the year ending March 31, 2003.

Management maintains a system of internal controls to ensure the integrity of information that forms the basis of the Financial Statements. The internal controls provide reasonable assurance that transactions are executed in accordance with proper authorization, that assets are properly guarded against unauthorized use and that reliable records are maintained.

The Provincial Auditor of Saskatchewan has audited the Financial Statements. His report to the Members of the Legislative Assembly, stating the scope of his examination and opinion on the Financial Statements, appears below.

Dr. J. W. Brennan, Chairman

Garth Pugh, Manager

Regina, Saskatchewan
April 22, 2003

Auditor's Report

To the Members of the Legislative Assembly of Saskatchewan.

I have audited the statement of financial position of the Saskatchewan Heritage Foundation as at March 31, 2003 and the statements of operations and net financial assets, and cash flows for the year then ended. The Foundation's management is responsible for preparing these financial statements for Treasury Board's approval. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with Canadian generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Foundation as at March 31, 2003 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Regina, Saskatchewan
April 22, 2003

Fred Wendel, CMA, CA
Provincial Auditor

SASKATCHEWAN HERITAGE FOUNDATION
STATEMENT OF FINANCIAL POSITION
As at March 31

	2003	2002
ASSETS		
Current:		
Cash	$ 711	$ 16,756
Due from General Revenue Fund (Note 3)	321,812	354,126
Due from Parks Canada (Note 5)	46,069	103,279
Due from Claybank Brick Plant Historical Society (Note 5)	--	63,417
Advances	17,025	16,299
	$ 385,617	$ 553,877
LIABILITIES AND NET FINANCIAL ASSETS		
Current liabilities:		
Accounts payable	$ 453	$ 300
Net financial assets (Statement 2)	385,164	553,577
	$ 385,617	$ 553,877

Commitments (Note 4)

(See accompanying notes to the financial statements)

SASKATCHEWAN HERITAGE FOUNDATION
STATEMENT OF OPERATIONS AND NET FINANCIAL ASSETS
For the Year Ended March 31

	2003		2002
	Budget (Note 8)	Actual	Actual
Revenues:			
Transfers:			
Grants from General Revenue Fund – Department of Culture, Youth and Recreation	$ 345,000	$ 345,000	$ 345,000
Parks Canada (Note 5)	165,000	164,000	185,000
Claybank Brick Plant Historical Society (Note 5)	10,000	12,025	227,847
Kaplan Fund (Note 6)	--	--	79,245
Interest (Note 3)	15,260	9,632	13,652
Other	10,000	5,000	2,500
	545,260	**535,657**	**853,244**
Expenses:			
Heritage properties:			
Claybank Brick Plant (Note 5)	333,500	389,448	515,566
Other	250,000	272,379	266,623
Board travel and honoraria	18,400	24,700	20,330
Printing	7,000	6,513	6,545
Other	11,000	11,030	11,746
	619,900	704,070	820,810
(Deficit) Surplus for the year	$ (74,640)	(168,413)	32,434
Net financial assets, beginning of year		553,577	521,143
Net financial assets, end of year – to Statement 1		**$ 385,164**	**$ 553,577**

(See accompanying notes to the financial statements)

SASKATCHEWAN HERITAGE FOUNDATION
STATEMENT OF CASH FLOWS
For the Year Ended March 31

	2003	2002
Cash flows from (used in) operating activities:		
Grant from General Revenue Fund – Department of Culture, Youth and Recreation	$ 345,000	$ 345,000
Receipts from Parks Canada	221,210	127,403
Receipts from Claybank Brick Plant Historical Society	75,442	171,081
Receipts from Kaplan Fund	--	79,245
Interest received	9,632	13,652
Other revenue received	5,000	4,510
Payments relating to Claybank Brick Plant	(389,295)	(517,227)
Payments to recipients of heritage property funding	(273,105)	(259,648)
Payments for board travel and honoraria	(24,700)	(20,330)
Payments to suppliers	(17,543)	(18,291)
Net decrease in cash	(48,359)	(74,605)
Cash and cash equivalents, beginning of year	370,882	445,487
Cash and cash equivalents, end of year	$ 322,523	$ 370,882
Cash and cash equivalents consists of:		
Cash	$ 711	$ 16,756
Due from General Revenue Fund	321,812	354,126
	$ 322,523	$ 370,882

(see accompanying notes to the financial statements)

SASKATCHEWAN HERITAGE FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
March 31, 2003

1. Authority

The Saskatchewan Heritage Foundation was established under the authority of *The Saskatchewan Heritage Foundation Act* effective February 18, 1991. The Foundation works in close consultation with the Heritage Resources Branch of the Department of Culture, Youth and Recreation and provides financial support for community-based heritage projects which conserve, restore, develop and interpret Saskatchewan's rich heritage resources.

The Foundation is managed by the Saskatchewan Heritage Foundation Board.

2. Significant Accounting Policies

The financial statements are prepared in accordance with Canadian generally accepted accounting principles. The following policies are considered significant:

a) Heritage Properties

The cost incurred to restore and develop the Claybank Brick Plant is expensed in the year the services are rendered and/or goods received.

Other heritage projects that the Foundation funds are recorded as an expense when recipients incur eligible expenses for projects approved by the Foundation Board.

Donated heritage properties, materials and services are not recorded.

b) Revenue

Transfers are recognized as revenue when the transfers are authorized and any eligibility criteria are met.

c) Advances

Amounts paid to organizations for projects related to heritage properties are recorded as advances until the recipient organizations incur the eligible expenses.

d) Cash and Cash Equivalents

Cash consists of balances with the bank and due from the General Revenue Fund.

3. Due From General Revenue Fund

The Foundation's bank accounts are included in the Consolidated Offset Bank Concentration (COBC) arrangement for the Government of Saskatchewan.

The Foundation's earned interest is calculated and paid by the General Revenue Fund on a quarterly basis to the Foundation's bank accounts using the Government's thirty day borrowing rate and the Foundation's average daily bank account balance. The Government's average thirty day borrowing rate for 2003 is 2.62% (2002 – 3.41%).

4. Commitments

The Foundation has multi-year grant commitments at year end totalling $288,711 (2002 - $389,288). The Foundation Board has approved these heritage projects but no monies have been paid or eligible expenses incurred.

5. Claybank Brick Plant

The Claybank Brick Plant was donated to the Foundation in 1992. In 1994, the plant was designated as a National Historic Site. The Foundation incurs restoration costs and seeks contributions from other organizations to recover a portion of those costs.

The Claybank Brick Plant Historical Society (Society) donates material and services to the Foundation to achieve the common goal of developing the Brick Plant as a tourist attraction. The Foundation has an agreement with the Society which requires that funds generated by the Society, to restore the Site, shall be directed to the Foundation. The majority of the Society's funding is obtained through cost sharing agreements with federal government agencies.

Parks Canada

The Foundation entered a five year funding agreement with Parks Canada, commencing March 30, 1999, for a maximum funding of $954,500 to help cover the costs of restoring the Site. Parks Canada reimburses one-half of the eligible costs up to a limit specified for each fiscal year. The Foundation claimed the maximum amount available for 2002/03.

6. Kaplan Funds

The J.M. Kaplan Fund is a family foundation, based in New York, which administers a conservation program to help restore and protect the natural and historic legacies of the North American continent. The Kaplan Fund gave a donation to the Foundation for preserving historic churches and historic sites.

7. Financial Instruments

The Foundation's financial instruments include due from General Revenue Fund, due from Parks Canada, due from Claybank Brick Plant Historical Society, and accounts payable. The fair value of these instruments approximates carrying value due to their immediate or short-term maturity.

The Foundation is exposed to credit risk from the potential default of contributors. However, the majority of the Foundation's receivables are from other government agencies, therefore, the credit risk is minimal.

8. Budget

The Saskatchewan Heritage Foundation Board approved the 2002/03 budget.

9. Related Party Transactions

Included in these financial statements are transactions with various Saskatchewan Crown corporations, departments, agencies and boards related to the Foundation by virtue of common control by the Government of Saskatchewan. Also, the Foundation is related to non-crown enterprises that the Government jointly owns or significantly influences.

Routine operating transactions with related parties are recorded at rates charged by those organizations and are settled on normal trade terms. These transactions, and amounts outstanding at year end, are as follows:

Category		2003	2002
Expenses	- Claybank Brick Plant	$ 15,367	$ 11,740
	- Other heritage property	440	2,500
	- Board travel and honoraria	467	1,055
	- Other	--	411
Accounts payable		--	300

The Foundation pays Provincial Sales Tax to the Saskatchewan Department of Finance on all its taxable purchases. Taxes paid are recorded as part of the cost of those purchases.

In accordance with established government practice, the Foundation has not been charged with certain administrative and occupancy costs and no provision for such costs is reflected in these statements. These costs are borne by the Department of Culture, Youth and Recreation from monies appropriated by the Legislature for such purposes.

Other transactions with related parties and amounts due to or from them are described separately in the financial statements and notes.

Supplementary Financial Information (unaudited)

Personal Services

Listed are individuals who received payments for salaries, wages, honorariums, etc., which total $2,500.00 or more.

3rd Eye Media Productions Inc.	3,500.00
Avonlea & District Museum	3,299.79
Avonlea Cooperative	2,811.44
Barb Campbell	2,500.00
Garth Pugh	3,268.28
Hoover Tank Services	2,670.00
Humboldt & District Museum	4,276.84
Nicor Commercial Property	3,775.05
Print-It Centres	3,794.80
RSM Associates	3,000.00
SIAST – Woodland Campus	2,913.00
Societe historique de la Saskatchewan	3,000.00
Town of Gravelbourg	2,500.00
Willow Bunch Trading Post	2,564.00
	$ 43,873.20

Transfers

Listed are transfers to recipients who received $5,000.00 or more.

Cook's McCallum Hill Insurance	9,088.00
Duck Lake & Dist. Lions Club	5,000.00
Heritage Regina	7,500.00
Honeywood Heritage Nursery	10,000.00
Knox-Metropolitan United Church	10,000.00
LaRonge Historical Society	5,000.00
Meewasin Valley Authority	5,000.00
Moose Jaw Sash & Door	5,930.70
National Doukhobour Heritage Village	12,000.00
Perkins Refrigeration	13,000.00
R.J. Electric	19,748.20
Robert Gardikiotis	10,000.00
Saskatchewan Indian Cultural Centre	10,000.00
SaskPower	13,029.63
Strathdee Condominium Corporation	5,000.00
Tinker's Welding Shop	12,127.70
Town of Rockglen	12,136.20
University of Regina	11,500.00
University of Saskatchewan	15,037.82
Village of Theodore	6,000.00
Westrum Lumber	6,127.73
	$203,225.98

Supplier Payments

Listed are payees who received $20,000.00 or more for the provision of goods and services, including office supplies, communications, contracts and equipment.

Claybank Brick Plant Historical Society	47,094.38
Friends of the Broadway Theatre	28,500.00
Gracom/BFI	69,390.00
Imhoff Museum and Art Gallery	20,000.00
Investors Group Trust Co. Ltd.	40,000.00
Jardine Construction Ltd.	142,174.61
K-1 Plumbing & Heating Ltd.	20,272.74
PCL Maxam	23,800.00
	$391,231.73

Photo Credits:

Front Cover:	top – Charmaine Bernath, Town of Shaunavon bottom left – Saskatchewan Genealogical Society bottom right – Robert Wright, Regina
Page 2	Frank Korvemaker, Saskatchewan Heritage Foundation (SHF), Regina
Page 8	top – Robert Wright, Regina bottom – Royal Saskatchewan Museum
Page 9	top – Frank Korvemaker, SHF, Regina bottom – ibid
Page 11	top left – John Brandon, Heritage Resources Unit, Sask. Culture, Youth and Recreation, Regina top right – cover image provided by: Gord Hutchings bottom left – historical photo provided by: Cooper Rock Pictures Inc. bottom right – historical photo provided by: Willow Bunch Trading Post
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Page 16	top left – Holy Ghost Church congregation, Whitkow top right – Frank Korvemaker, SHF, Regina bottom – ibid
Page 17	Paul Geraghty, Avonlea
Page 18	historical photo provided by: Dr. Robert M. Stirling, Regina
Page 19	Julian Sadlowski, North Battleford
Page 21	top – Sally Stenko, Jardine Construction Ltd., Claybank centre left – ibid centre right – Frank Korvemaker, SHF, Regina bottom – ibid
Page 22	top – Sally Stenko, Jardine Construction Ltd., Claybank bottom left – Frank Korvemaker, SHF, Regina bottom right – Bill Jardine, Jardine Construction Ltd., Claybank

For further information contact:

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Grants & Finance Administrator	**Suzanne Pambrun**	Telephone: E-mail:	(306) 787-2105 spambrun@cyr.gov.sk.ca
Research & Restoration Advisor	**Frank Korvemaker**	Telephone: E-Mail	(306) 787-5878 fkorvemaker@cyr.gov.sk.ca

SASKATCHEWAN HERITAGE FOUNDATION